

Message Text

CONFIDENTIAL

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41

ACTION EUR-25

INFO OCT-01 ISO-00 PM-07 NSC-07 SP-03 SS-20 RSC-01 L-03

PA-04 PRS-01 USIA-15 FCSC-01 DRC-01 CIAE-00 INR-10

NSAE-00 TRSE-00 FRB-02 /101 W

----- 084305

R 111024Z JUL 74

FM AMEMBASSY BUDAPEST

TO SECSTATE WASHDC 1613

C O N F I D E N T I A L BUDAPEST 1828

E.O. 11652: GDS

TAGS: PFOR, EFIN, L/C, HU

SUBJ: CLAIMS NEGOTIATIONS

1. CANCELLED BLOCKED ACCOUNTS QUESTION PURSUED IN DISCUSSIONS AT MFA WITH DESK OFFICER IVAN AND VARKONYI DEPUTY LAJOS NAGY. IN PRESENTATION KWIATEK REITERATED ARGUMENTS USED WITH NATIONAL BANK AND FINANCE MINISTRY THAT IT WAS USG'S FIRM POSITION THAT ACCOUNTS WHICH HAD BEEN CANCELLED BY NATIONAL BANK WERE OUTSIDE OF HUNGARIAN-AMERICAN CLAIMS AGREEMENT SINCE ACCOUNT HOLDERS HAD IN FACT MADE SETTLEMENTS WITH GOH PRIOR TO AGREEMENT OF MARCH 6, 1973, BETWEEN THE GOVTS OF U.S. AND HUNGARY. KWIATEK REGRETTED THAT SINCERE AND HONEST DIFFERENCES OF INTERPRETATION HAD ARISEN BUT HOPED THAT THESE COULD BE RESOLVED IN AN AMICABLE AND INFORMAL MANNER WITHOUT RESORT TO DIPLOMATIC NOTES.

2. IN REPLY NAGY STATED THAT THE GOH ALSO WISHED TO SETTLE THIS PROBLEM IN A QUIET AND INFORMAL MANNER. NAGY PROMISED THAT HE WOULD BRING THIS DIFFERENCE OF OPINION TO THE ATTENTION OF HIS SUPERIORS WHO WOULD IN TURN RAISE THE MATTER WITH FEKETE UPON THE LATTER'S RETURN FROM VACATION. NAGY PROMISED TO INFORM THE EMBASSY PROMPTLY OF THE DECISION OF THE GOH.

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3. DEPT WILL BE INFORMED OF MATERIAL DEVELOPMENTS.

PEDERSEN

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: BLOCKED ASSETS, DEBTS, NEGOTIATIONS, GOVERNMENT DEBTS
Control Number: n/a
Copy: SINGLE
Draft Date: 11 JUL 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: martinml
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974BUDAPE01828
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: GS
Errors: N/A
Film Number: D740185-0262
From: BUDAPEST
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19740759/aaaabyen.tel
Line Count: 63
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EUR
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators:
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: martinml
Review Comment: n/a
Review Content Flags:
Review Date: 28 MAY 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <28 MAY 2002 by rowelle0>; APPROVED <26 FEB 2003 by martinml>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: CLAIMS NEGOTIATIONS
TAGS: PFOR, EFIN, HU, US
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005